

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 3934-01
Bill No.: HB 1766
Subject: County Collectors: Taxation and Revenue, Collections
Type: Original
Date: February 5, 2008

Bill Summary: Requires counties to allow for the quarterly payment of real and personal property taxes.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2009	FY 2010	FY 2011
Total Estimated Net Effect on General Revenue Fund	\$0	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2009	FY 2010	FY 2011
Total Estimated Net Effect on <u>Other</u> State Funds	\$0	\$0	\$0

Numbers within parentheses: () indicate costs or losses.
This fiscal note contains 5 pages.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2009	FY 2010	FY 2011
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2009	FY 2010	FY 2011
Total Estimated Net Effect on FTE	0	0	0

☐ Estimated Total Net Effect on All funds expected to exceed \$100,000 savings or (cost).

☐ Estimated Net Effect on General Revenue Fund expected to exceed \$100,000 (cost).

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2009	FY 2010	FY 2011
Local Government	\$0 or (Unknown)	\$0 or (Unknown)	\$0 or (Unknown)

FISCAL ANALYSIS

ASSUMPTION

Officials of the **Missouri State Tax Commission** assume no fiscal impact to the Commission.

The **Clay County Collector** estimates cost at \$400,000 if they would start billing and mailing for partial quarterly payments of taxes. Officials stated they would have additional costs for printing of materials.

The **Boone County Collector** assumes that to collect taxes on a quarterly basis would have costs but are unable to estimate the amount.

The **Callaway County Collector** assumes they would have costs for software that would range from \$3,000 to \$5,000, if they were to collect taxes on a quarterly basis.

The **St. Louis County Collector** stated that they already provide this service by County Code 502.600. Officials assume no fiscal impact.

Oversight assumes that county governing bodies currently have the authorization at their discretion to initiate a system of collection of personal and real property taxes on either an annual, semiannual, or quarterly basis. **Oversight** assumes this proposal mandates counties to initiate a system of collection of current real and personal property taxes on a quarterly basis.

Oversight assumes, based on the information provided by county collectors that responded, that some counties would have no fiscal impact because they currently collect taxes either on a monthly basis, or a quarterly basis. The counties which provide these collection services are larger counties. **Oversight** assumes, based on information supplied, that smaller counties would realize additional costs to initiate the provisions of this proposal. Of the collectors that responded from smaller counties, all stated they would have costs of equipment, programming, software, printing, postage, and in some cases additional staff.

Oversight will show fiscal impact to local governments on a statewide basis as \$0 or (Unknown). **Oversight** assumes no state fiscal impact.

<u>FISCAL IMPACT - State Government</u>	FY 2009 (10 Mo.)	FY 2010	FY 2011
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

<u>FISCAL IMPACT - Local Government</u>	FY 2009 (10 Mo.)	FY 2010	FY 2011
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COUNTIES GENERAL REVENUE FUND

<u>Cost</u> - To County Collector of Revenue for programming, software, postage, printing, and staffing for collection quarterly current real and personal taxes.	<u>\$0 or</u> <u>(Unknown)</u>	<u>\$0 or</u> <u>(Unknown)</u>	<u>\$0 or</u> <u>(Unknown)</u>
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ESTIMATED NET EFFECT TO LOCAL GOVERNMENT*	<u><u>\$0 or</u></u> <u><u>(Unknown)</u></u>	<u><u>\$0 or</u></u> <u><u>(Unknown)</u></u>	<u><u>\$0 or</u></u> <u><u>(Unknown)</u></u>
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*** Costs to counties, on a statewide basis, would be expected to exceed \$100,000 annually.**

FISCAL IMPACT - Small Business

No direct fiscal impact to small businesses would be expected as a result of this proposal.

FISCAL DESCRIPTION

This bill requires counties to accept quarterly payments of real and personal property taxes.

This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Missouri State Tax Commission
 Callaway County Collector of Revenue
 Boone County Collector of Revenue
 St. Louis County Collector of Revenue
 Clay County Collector of Revenue

RWB:LR:OD (12/02)

NOT RESPONDING

Greene County Collector
Jackson County Finance Department
Cole County Collector
Franklin County Collector
Cooper County Collector
Carroll County Collector
Cape Girardeau County Collector
Butler County Collector

A handwritten signature in black ink that reads "Mickey Wilson". The signature is written in a cursive, flowing style.

Mickey Wilson, CPA
Director
February 5, 2008